

CITY OF BISMARCK DEFERRED SICK LEAVE FUND
INVESTMENT PERFORMANCE REPORT AS OF JUNE 30, 2003

	June-03					March-03				December-02				September-02				Current	Prior Year	3 Years	5 Years
	Market Value	Allocation		Quarter Net ROR	Month Net ROR	Market Value	Allocation		Quarter Net ROR	Market Value	Allocation		Quarter Net ROR	Market Value	Allocation		Quarter Net ROR	Fiscal YTD Net	FY02 Net	Ended 6/30/2003 Net	Ended 6/30/2003 Net
		Actual	Policy				Actual	Policy			Actual	Policy			Actual	Policy					
LARGE CAP DOMESTIC EQUITY																					
Structured Growth																					
AllianceBernstein	9,292	1.5%	1.5%	10.39%	0.00%	9,658	1.7%	1.5%	-0.09%	7,081	1.3%	1.5%	2.89%	6,881	1.3%	1.5%	-13.54%	-1.88%	-28.65%	-21.24%	N/A
Russell 1000 Growth				14.31%	1.38%				-1.07%				7.15%				-15.05%	2.94%	-26.49%	-21.54%	N/A
Structured Value																					
LSV	8,958	1.5%	1.5%	19.71%	1.86%	7,274	1.3%	1.5%	-5.77%	7,942	1.4%	1.5%	6.49%	7,457	1.4%	1.5%	-18.63%	-2.25%	2.41%	8.84%	N/A
Russell 1000 Value				17.27%	1.25%				-4.86%				9.22%				-18.77%	-1.02%	-8.96%	-0.19%	N/A
S&P 500 Index																					
State Street	43,056	7.1%	7.0%	15.39%	1.27%	36,260	6.4%	7.0%	-3.17%	36,992	6.6%	7.0%	8.41%	34,121	6.3%	7.0%	-17.26%	0.23%	-18.03%	-11.28%	N/A
S&P 500				15.39%	1.28%				-3.15%				8.44%				-17.28%	0.25%	-17.99%	-11.20%	N/A
TOTAL LARGE CAP DOMESTIC EQUITY	61,306	10.1%	10.0%	15.15%	1.19%	53,192	9.4%	10.0%	-3.03%	52,015	9.2%	10.0%	7.33%	48,458	9.0%	10.0%	-16.96%	-0.48%	-16.89%	-9.33%	N/A
S&P 500				15.39%	1.28%				-3.15%				8.44%				-17.28%	0.25%	-17.99%	-11.20%	N/A
SMALL CAP DOMESTIC EQUITY																					
Manager-of-Managers																					
SEI	30,958	5.1%	5.0%	23.45%	2.03%	25,539	4.5%	5.0%	-4.21%	26,662	4.7%	5.0%	4.91%	25,415	4.7%	5.0%	-19.31%	0.09%	-11.77%	N/A	N/A
Russell 2000 + 200bp				24.00%	1.98%				-4.00%				6.68%				-20.97%	0.36%	-7.96%	N/A	N/A
TOTAL SMALL CAP DOMESTIC EQUITY	30,958	5.1%	5.0%	23.45%	2.03%	25,539	4.5%	5.0%	-4.21%	26,662	4.7%	5.0%	4.91%	25,415	4.7%	5.0%	-19.31%	0.09%	-11.69%	-3.49%	N/A
Russell 2000				23.42%	1.81%				-4.49%				6.16%				-21.40%	-1.63%	-8.59%	-3.30%	N/A
CONVERTIBLES																					
TCW	60,969	10.0%	10.0%	11.99%	0.65%	57,658	10.2%	10.0%	1.17%	56,988	10.1%	10.0%	8.16%	52,693	9.7%	10.0%	-10.05%	10.23%	-20.37%	-9.51%	N/A
First Boston Convertible Index				10.64%	0.65%				3.82%				9.83%				-8.47%	15.46%	-12.44%	-3.77%	N/A
INTERNATIONAL EQUITY																					
Large Cap - Active																					
Capital Guardian	50,019	8.2%	8.0%	17.03%	3.06%	46,323	8.2%	9.0%	-10.02%	51,463	9.1%	9.0%	7.28%	48,020	8.9%	10.0%	-20.60%	-10.31%	-12.10%	-15.85%	N/A
MSCI EAFE - 50% Hedged				17.26%	2.86%				-9.03%				4.04%				-20.02%	-11.24%	-14.62%	-15.51%	N/A
Small Cap - Value																					
Lazard	6,401	1.1%	1.0%	21.81%	1.71%	5,215	0.9%	1.0%	-7.22%	5,622	1.0%	1.0%	N/A	-	0.0%	10.0%	N/A	N/A	N/A	N/A	N/A
Citigroup Broad Market Index < \$2BN				23.03%	4.80%				-2.09%				N/A				N/A	N/A	N/A	N/A	N/A
Small Cap - Growth																					
Vanguard	5,938	1.0%	1.0%	N/A	-0.40%	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
SSB BROAD MARKET INDEX < \$2BN				0.00%	4.80%				N/A				N/A				N/A	N/A	N/A	N/A	N/A
TOTAL INTERNATIONAL EQUITY	62,357	10.3%	10.0%	17.56%	2.97%	51,539	9.1%	10.0%	-9.74%	57,084	10.1%	10.0%	7.78%	48,020	8.9%	10.0%	-20.60%	-9.20%	-12.10%	-15.51%	N/A
MSCI EAFE - 50% Hedged				17.26%	2.86%				-9.03%				4.04%				-20.02%	-11.24%	-14.62%	-15.51%	N/A
DOMESTIC FIXED INCOME																					
Core Bond																					
Western Asset	182,389	30.0%	30.0%	3.58%	-0.26%	177,087	31.4%	30.0%	2.16%	177,445	31.5%	30.0%	2.96%	173,437	32.0%	30.0%	3.51%	12.77%	8.36%	11.23%	N/A
Lehman Aggregate				2.50%	-0.20%				1.39%				1.57%				4.58%	10.39%	8.62%	10.07%	N/A
Index																					
Bank of ND	100,526	16.5%	18.0%	3.45%	-0.35%	97,346	17.3%	18.0%	1.65%	94,130	16.7%	18.0%	1.65%	97,153	17.9%	18.0%	5.96%	13.26%	8.38%	10.87%	N/A
Bank of ND CD'S	-	0.0%	0.0%	N/A	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
Total Index	100,526	16.5%	18.0%	3.45%	-0.35%	97,346	17.3%	18.0%	1.65%	94,130	16.7%	18.0%	1.65%	97,153	17.9%	18.0%	5.96%	13.26%	8.38%	10.87%	N/A
Lehman Gov/Credit				3.52%	-0.40%				1.65%				1.73%				5.70%	13.14%	8.24%	10.82%	N/A
BBB Average Quality																					
Strong	79,062	13.0%	12.0%	6.01%	-0.06%	75,006	13.3%	12.0%	3.29%	71,377	12.7%	12.0%	4.48%	68,764	12.7%	12.0%	3.07%	17.91%	N/A	N/A	N/A
Lehman US Credit BAA				6.54%	-0.05%				3.40%				4.59%				2.70%	18.33%	N/A	N/A	N/A
TOTAL DOMESTIC FIXED INCOME	361,976	59.5%	60.0%	3.97%	-0.24%	349,438	62.0%	60.0%	1.63%	342,952	60.8%	60.0%	2.89%	339,355	62.7%	60.0%	4.11%	13.18%	7.38%	10.80%	N/A
Lehman Gov/Credit				3.52%	-0.40%				1.65%				1.73%				5.70%	13.14%	8.24%	10.82%	N/A
CASH EQUIVALENTS																					
Bank of ND	30,611	5.0%	5.0%	0.32%	0.10%	26,187	4.6%	5.0%	0.35%	27,918	5.0%	5.0%	0.41%	27,438	5.1%	5.0%	0.48%	1.57%	2.41%	3.26%	N/A
90 Day T-Bill				0.33%	0.14%				0.30%				0.43%				0.45%	1.52%	2.63%	3.33%	N/A
TOTAL DEFERRED SICK LEAVE FUND	608,179	100.00%	100.00%	7.97%	0.49%	563,553	100.00%	100.00%	0.05%	563,619	100.00%	100.00%	4.11%	541,379	100.00%	100.00%	-3.28%	8.77%	-1.31%	3.02%	N/A
POLICY TARGET BENCHMARK				7.33%	0.28%				0.00%				3.68%				-2.54%	8.44%	0.17%	3.48%	N/A

NOTE: Monthly returns and market values are preliminary and subject to change.